

Message Text

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ACTION EB-08

INFO OCT-01 ARA-10 ISO-00 L-03 CAB-02 CIAE-00 COME-00

DODE-00 DOTE-00 INR-10 NSAE-00 FAA-00 TRSE-00

OMB-01 IO-13 /048 W

-----006252 271401Z /50

R 271128Z MAY 78

FM AMEMBASSY MONTEVIDEO

TO SECSTATE WASHDC 6534

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DEPT FOR EB/TCA/OA

E.O. 11652: N/A

TAGS: EAIR, UY

SUBJECT: GOU PROPOSED TAX ON INTERNATIONAL AVIATION

REF: STATE 106945

1. PARA 6 OF REFTEL INDICATES THAT THE GOU PROPOSED TAX ON INTERNATIONAL AVIATION IS IN VIOLATION OF THE JUNE 4, 1976 US-GOU MEMORANDUM OF UNDERSTANDING, PARA 6, WHICH READS QTE ... THE URUGUAYAN GOVERNMENT WOULD NOT IMPOSE ANY TAXES, ROYALTIES, OR LEVIES (OTHER THAN THOSE ALREADY BEING IMPOSED) ON ANY U.S. AIRLINE. UNQTE. REFTEL ALSO ADVISES QTE. IT IS CLEARLY THE INTENT OF THE ABOVE PROVISION TO INCLUDE IN ITS SCOPE ALL U.S. AIRLINES (SCHEDULED AND SUPPLEMENTAL) WHETHER DESIGNATED OR NOT. UNQTE.

2. PANAM IS CLEARLY COVERED UNDER BOTH THE 1976 MOU AND THE 1946 AIR TRANSPORT AGREEMENT WITH URUGUAY, AS AMENDED. HOWEVER, THE APPLICATION OF THE MOU TO THE CASE OF BRANIFF INTERNATIONAL, THE OTHER U.S. CARRIER WHICH WOULD BE ADVERSELY AFFECTED, IS LESS CLEAR. BRANIFF HAS NO AIRLINE SERVICE IN URUGUAY, BUT SELLS TICKETS (\$1 MILLION IN 1977)

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THROUGH AN AUTHORIZED INDEPENDENT AGENT IN MONTEVIDEO.

3. ACTION REQUESTED: THE EMBASSY WOULD APPRECIATE THE DEPARTMENT'S EXPLANATION OF THE LEGAL STATUS AND COVERAGE AFFORDED UNDER THE MOU TO BRANIFF INTERNATIONAL IN URUGUAY WHICH WE CAN USE TO BOLSTER OUR APPROACHES TO THE GOU.
PEZZULLO

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 jan 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: CIVIL AVIATION, TAXES, AIRLINES
Control Number: n/a
Copy: SINGLE
Draft Date: 27 may 1978
Decaption Date: 01 jan 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 20 Mar 2014
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978MONTEV01756
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D780224-1119
Format: TEL
From: MONTEVIDEO
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1978/newtext/t19780511/aaaaaixv.tel
Line Count: 62
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 216f3895-c288-dd11-92da-001cc4696bcc
Office: ACTION EB
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 78 STATE 106945
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 05 may 2005
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: N/A
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 2537404
Secure: OPEN
Status: NATIVE
Subject: GOU PROPOSED TAX ON INTERNATIONAL AVIATION
TAGS: EAIR, UY, US
To: STATE
Type: TE
vdkgvwkey: odhc://SAS/SAS.dbo.SAS_Docs/216f3895-c288-dd11-92da-001cc4696bcc
Review Markings:
Sheryl P. Walter
Declassified/Released
US Department of State
EO Systematic Review
20 Mar 2014
Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014